

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Tax Division (2476)

**RDU:** Taxation and Treasury (510)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
											PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****													
Conference Committee		ConfCom	7,145.6	5,997.0	189.3	906.8	47.6	4.9	0.0	0.0	85	1	0
1004 Gen Fund			5,274.7										
1005 GF/Prgm			512.2										
1007 I/A Rcpts			177.7										
1061 CIP Rcpts			13.7										
1105 PFund Rcp			67.3										
1175 BLic Rcpts			1,100.0										
ADN 04-5-1002 Veto reduction in travel funding		Veto	-11.2	0.0	-11.2	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund			-11.2	The travel savings initiative is part of the on-going effort to improve state government's business practices.									
Subtotal			7,134.4	5,997.0	178.1	906.8	47.6	4.9	0.0	0.0	85	1	0
***** Changes From FY2005 Authorized To FY2005 Management Plan *****													
Subtotal			7,134.4	5,997.0	178.1	906.8	47.6	4.9	0.0	0.0	85	1	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

Component: Tax Division (2476)

RDU: Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
									PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****											
Tobacco Tax Enforcement	Inc	778.9	487.7	0.0	291.2	0.0	0.0	0.0	6	0	0

1004 Gen Fund      778.9

Tobacco Tax Enforcement

End Result: Optimal administration of current tax and gaming programs.

The department requests annualized funding of \$778.9 for tobacco tax enforcement. The funding will be used to support additional Tax Division enforcement and audit staff and associated costs, as well as contractual costs of \$206.4 with the Department of Public Safety.

During the FY2004 Special Legislative Session, at the request of Governor Murkowski, the legislature passed a bill (SB1001) that will increase the cigarette tax rate from \$1.00 per pack of 20 cigarettes to \$1.60 per pack effective January 1, 2005; with subsequent increases. The final increase and tax amount will be \$2.00 per pack on July 1, 2007.

Based on past experience in Alaska and in other states, the department is concerned that if it does not have an effective cigarette tax stamp enforcement program, cigarette bootlegging will flourish in Alaska. When the State of Michigan raised its tax rate, revenues actually decreased due to the lack of enforcement.

When the State of Hawaii enacted cigarette tax stamp legislation it hired 11 new enforcement officers. After one year of active enforcement, Hawaii's cigarette tax revenue increased nearly 50% from the previous year.

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Tax Division (2476)

**RDU:** Taxation and Treasury (510)

RDS: Taxation and Treasury (STC)												
Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Corporate Audit Program Revitalization	Inc	998.6	562.1	9.0	391.5	36.0	0.0	0.0	0.0	9	0	0
1004 Gen Fund		998.6										

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Tax Division (2476)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
									PFT	PPT	NP
Outcome: Increased Tax Revenues over next five years (and beyond)											
Strategy: Investment in Tax Division to produce additional tax revenues from out of state corporations											
Target: An additional \$5 million a year in tax revenues by year 5 of the investment											
Measure: Incremental revenues from enforcement activities											
Corporate Income tax has born the brunt of shifting resources to higher priorities. This is the first year of a five year plan to correct this imbalance.											
Corporate audit effort has fallen 75% over 10 years as a result of budget pressures, resource diversion, and the inability to compete for experienced professionals. FY2005 audit effort will be at an all time low.											
This investment will allow the Tax Division to:											
Hire and train auditors.											
Shift recruitment effort from the ineffective "hire knowledge" strategy to a "hire talent and train" strategy. The Tax Division can better compete for inexperienced but talented employees provided an effective training program exists. The Tax Division will contract with training experts in the field of federal and state taxation to develop a training program and materials that enable us to grow productive auditors internally from the labor pool in which we are more competitive.											
The State's salary and benefit package has become uncompetitive for revenue auditors who have the experience and knowledge to perform corporate income tax audits. As a result, the division's efforts to recruit experienced corporate auditors have been unsuccessful. The Tax Division does not possess the capability to train inexperienced auditors. Auditors are diverted to research and legislative responsibilities. As a result, full time equivalent resources dedicated to audits of corporate income tax, the most impacted tax type, has declined to less than four FTEs. The Tax Division can no longer stay current with audits of Alaska's major oil and gas corporate income taxpayers. In addition, the Division needs to bolster its audit work in the fisheries and oil and gas production tax arenas.											
Engage experts to identify and target strategies and opportunities targeting non-Alaskan corporations.											
The division would contract with multi-state and international tax experts to measure audit risk, identify audit targets, and recover lost revenue from abusive tax shelters through a combination of enforcement and amnesty programs targeting multi-state (non-Alaskan) corporations.											

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Tax Division (2476)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
									PFT	PPT	NP
Actively coordinate with other state and federal agencies to identify and correct non-filers, abusive tax shelters, and common revenue recovery opportunities.											
Leverage audit resources with Tax Technicians by re-establishing the compliance program to identify and correct non-filers and conduct targeted revenue producing projects using federal and state information exchanges and data mining technology.											
Fill positions in the Oil and Gas Production tax and fisheries tax enforcement currently supported by audit staff. The Tax Division needs to invest efforts now in the Governor's development initiatives; in particular a project to bring Alaska's North Slope stranded gas to market. Hiring two additional economists will allow more analysis of appropriate tax structures, incentives and reforms to encourage natural resource development. Much of this work is now being performed by senior audit staff, and hiring additional economists will help in the effort to bolster audit hours.											

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Tax Division (2476)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
CIP Receipts for Motor Fuel Tax Auditor RSA	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts	-76.3	The Tax Division enters into an annual reimbursable services agreement with DOTPF to provide auditors for the motor fuel tax program, which is funded through capital receipts. This increment provides for a fund source change from interagency receipts to CIP receipts so that anticipated receipts from this RSA are correctly recorded in the Tax Division budget.										
1061 CIP Rcpts	76.3											
FY 05 Bargaining Unit Contract Terms: GGU	SalAdj	43.6	43.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	35.2	Costs associated with the bargaining unit contract terms applicable to this component.										
1005 GF/Prgm	3.1											
1007 I/A Rcpts	0.5											
1105 PFund Rcp	0.2											
1175 BLic Rcpts	4.6											
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	161.1	161.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	129.5	Health insurance and wage increases applicable to this component.										
1005 GF/Prgm	13.7											
1007 I/A Rcpts	2.1											
1105 PFund Rcp	1.4											
1175 BLic Rcpts	14.4											

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

Component: Tax Division (2476)

RDU: Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Adjustments for Personal Services Working Reserve Rates and SBS	SalAdj	1.4	1.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcp	0.1	This reflects the cost changes due to the new FY 06 personal services working reserve rates and new SBS wage base maximum:  Leave cash-in rates vary by department Terminal leave rate changed from 1.30% in FY 05 to 1.89% for FY 06 Unemployment rate changed from 0.73% in FY 05 to 0.86% for FY 06 SBS wage base maximum increased from \$89,200 or \$5,468/year in FY 05 to \$91,100 and \$5,584, respectively, for FY 06.										
1175 BLic Rcpts	1.3											
Delete PCN 04-8018	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
Totals		9,118.0	7,252.9	187.1	1,589.5	83.6	4.9	0.0	0.0	99	1	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Treasury Division (121)

**RDU:** Taxation and Treasury (510)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****													
Conference Committee		ConfCom	3,889.5	3,047.8	23.6	785.5	17.5	15.1	0.0	0.0	35	0	0
1004 Gen Fund			1,133.9										
1005 GF/Prgm			101.4										
1007 I/A Rcpts			2,015.5										
1027 Int Airprt			67.8										
1046 Stdnt Loan			48.8										
1066 Pub Schoo			187.7										
1098 ChildTrErn			34.7										
1142 RHIF/MM			64.0										
1143 RHIF/LTC			70.6										
1169 PCE Endov			165.1										
ADN 04-5-1004 Mine Reclamation Trust Ch137 SLA2004 (HB486) (Ch158 SLA2004 Sec2 P39 I 21)		FisNot	21.0	6.0	0.0	15.0	0.0	0.0	0.0	0	0	0	
1192 Mine Trust			21.0	To record fiscal note funding for investment management of the Mine Reclamation Trust Fund.									
ADN 04-5-1005 Unclaimed Property Reporting Time Ch90 SLA2004 (SB231) (Ch158 SI A2004 Sec2 P41 I 5)		FisNot	60.0	50.0	0.0	10.0	0.0	0.0	0.0	0	0	1	
1005 GF/Prgm			60.0	To record fiscal note funding for Chapter 90, SLA 2004 (SB 231), decreasing time to report unclaimed property.									
ADN 04-5-1006 Decrease fiscal note for Unclaimed Property Reporting Time Ch90 SI A2004 (SB231)		Veto	-30.0	-20.0	0.0	-10.0	0.0	0.0	0.0	0	0	0	
1005 GF/Prgm			-30.0	Fiscal note funding for Chapter 90, SLA 2004 (SB 231) was partially vetoed.									



## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Treasury Division (121)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
									PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****											
ADN 04-5-1007 CBRF Investment Management Sec61(f) Ch159 SLA2004 P116 I 29 (SR283)	OthApr	125.0	0.0	0.0	125.0	0.0	0.0	0.0	0	0	0
1001 CBR Fund	125.0	To record a language section appropriation of \$125.0 from the Constitutional Budget Reserve Fund to the Treasury Division for investment management fees for the budget reserve fund.									
Subtotal		4,065.5	3,083.8	23.6	925.5	17.5	15.1	0.0	0.0	35	0 1
***** Changes From FY2005 Authorized To FY2005 Management Plan *****											
Subtotal		4,065.5	3,083.8	23.6	925.5	17.5	15.1	0.0	0.0	35	0 1
***** Changes From FY2005 Management Plan To FY2006 Governor *****											
FY 05 Bargaining Unit Contract Terms: GGU	SalAdj	10.0	10.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	1.5	Costs associated with the bargaining unit contract terms applicable to this component.									
1005 GF/Prgm	0.3										
1007 I/A Rcpts	6.6										
1027 Int Airprt	0.2										
1046 Stdnt Loan	0.2										
1066 Pub Schoo	0.5										
1098 ChildTrErn	0.1										
1142 RHIF/MM	0.2										
1143 RHIF/LTC	0.1										
1169 PCE Endov	0.3										

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Treasury Division (121)

**RDU:** Taxation and Treasury (510)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Monitor investment compliance		Inc	112.6	97.6	0.0	15.0	0.0	0.0	0.0	1	0	0
1004 Gen Fund	43.0	Alaska State Pension Investment Board (ASPIB) commissioned a Fiduciary Audit in FY2002. One of the recommendations was that a compliance group be developed under the Comptroller. The auditors listed a minimum level of compliance that needed to be started. They also listed an optimal list of duties that should be developed over time and would take more than one staff person to implement and maintain. Treasury added the first position in FY2003 and has a baseline program going. We are seeking to add the second recommended position to complete the program.										
1007 I/A Rcpts	69.6											
In addition, the current Bloomberg Trading System includes a compliance module that the division is not able to fully utilize. This increment of \$15.0 would allow the division to purchase an add-on enhancement to the current trading system that will allow us to load data each night from the custodian (with accurate pricing) back to the trading system so that the compliance module can accurately test our internal portfolios for compliance with investment guidelines.												
Mission and Measures: Integral to the achievement of our mission to manage the state's funds and improve risk adjusted returns is our ability to adequately monitor the compliance of our managers with established board investment guidelines. The early detection of violations or errors, through a well-staffed compliance function with adequate tools, should minimize the risk of these violations or errors having a negative impact on our returns.												
Development and maintenance costs for Unclaimed Property system		Inc	75.0	0.0	0.0	75.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm	75.0	Treasury currently uses the WAGERS system to track and pay claims by owners of unclaimed property. The system was purchased and installed in FY2000 with the agreement that maintenance would not be paid until Treasury signed off that the product was satisfactorily working. The annual maintenance costs are \$20.0 and Treasury needs to begin to pay these as the program works well. Also included in this increment is the cost to add a module to allow owners to file their claims directly on the Internet. This will greatly reduce data entry time of the current staff and allow them to work on developing an educational program for Alaska businesses to increase compliance and reporting of property to the State.										
Mission and Measures: Integral to our mission to manage the state's unclaimed property funds and to unite Alaskan citizens with their lost property is our ability to:												
1) make the claim and disbursement process easy and fast for citizens, and												
2) ensure all holders understand and comply with their responsibility to report and deliver unclaimed property to the state.												

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Treasury Division (121)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
									PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Increased investment management costs due to increased market values	Inc	127.6	0.0	0.0	127.6	0.0	0.0	0.0	0.0	0	0	0
1027 Int Airprt	2.1	Management fees are a percentage of the market value under management. Assets under management have all grown either due to market returns or to additional funds given to Treasury to manage. For purposes of estimating our budget needs we take the actual assets at the beginning of the budgeting process and project that they will grow at median rates of return. The median return assumptions we use are provided by an external consultant.										
1046 Stdnt Loan	38.2											
1066 Pub Schoo	14.7											
1094 MHT Admir	15.0											
1142 RHIF/MM	11.0											
1143 RHIF/LTC	21.2	Mission and Measures: Integral to the achievement of our mission to manage the state's funds and improve risk adjusted returns is our ability to adequately contract for management of those assets to qualified investment managers and staff.										
1169 PCE Endov	25.4											
Move investment officers' salaries closer to market	Inc	80.0	80.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	20.0	The Alaska State Pension Investment Board adopted the Alaska Permanent Fund Corporation's salary schedule at their June 2003 meeting for like positions at Treasury. The \$60.0 in interagency receipts represents approximately 33% of the amount needed to fully implement the salary plan. The \$20.0 in GF represents increases in other investment officer positions that do not fill pension fund duties (cash and debt management staff).										
1007 I/A Rcpts	60.0											
Mission and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately attract and retain qualified investment professionals. Current salaries are below both local (APFC levels) and national standards and put the funds at risk of recurring turnover in addition to longer-than-normal lengths of vacancies.												
2nd Year Fiscal Note Mine Reclamation Trust	Dec	-9.0	6.0	0.0	-15.0	0.0	0.0	0.0	0.0	0	0	0
Ch137 SLA2004 (HB486) (Ch158 SLA2004 Sec2 P39 I 21)												
1192 Mine Trust	-9.0	To record a reduction in funding for the second year of the fiscal note for investment management of the Mine Reclamation Trust Fund.										

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Treasury Division (121)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
									PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
2nd Year Fiscal Note Unclaimed Property Reporting Time Ch90 SLA2004 (SB231) (Ch158 SLA2004 Sec2 P41 I 5)	Dec	-30.0	-30.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	-1
1005 GF/Prgm	-30.0	To record a reduction in funding for the second year of the fiscal note for Chapter 90, SLA 2004 (SB 231), decreasing time to report unclaimed property.										
CBRF Investment Management Fee	Inc	222.9	0.0	0.0	222.9	0.0	0.0	0.0	0.0	0	0	0
1001 CBR Fund	222.9	The sum of \$125,000.00 is appropriated from the budget reserve fund to the Department of Revenue, Treasury Division, for the fiscal year ending June 30, 2006, for the investment management fees for the budget reserve fund.										
Reverse CBRF Investment Management Sec61(f) Ch159 SLA2004 P116 L29 (SB283)	OTI	-125.0	0.0	0.0	-125.0	0.0	0.0	0.0	0.0	0	0	0
1001 CBR Fund	-125.0	To record a language section appropriation of \$125.0 from the Constitutional Budget Reserve Fund to the Treasury Division for investment management fees for the budget reserve fund.										
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	50.6	50.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	7.1	Health insurance and wage increases applicable to this component.										
1005 GF/Prgm	1.6											
1007 I/A Rcpts	33.7											
1027 Int Airprt	1.1											
1046 Stdnt Loan	0.8											
1066 Pub Schoo	2.6											
1098 ChildTrErn	0.5											
1142 RHIF/MM	1.0											
1143 RHIF/LTC	0.6											
1169 PCE Endov	1.6											

## Department of Revenue

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Adjustments for Personal Services Working Reserve Rates and SBS	SalAdj	1.6	1.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1027 Int Airprt	0.2	This reflects the cost changes due to the new FY 06 personal services working reserve rates and new SBS wage base maximum:										
1046 Stdnt Loan	0.2											
1066 Pub Schoo	0.5											
1098 ChildTrErn	0.1	Leave cash-in rates vary by department										
1142 RHIF/MM	0.2	Terminal leave rate changed from 1.30% in FY 05 to 1.89% for FY 06										
1143 RHIF/LTC	0.1	Unemployment rate changed from 0.73% in FY 05 to 0.86% for FY 06										
1169 PCE Endov	0.3	SBS wage base maximum increased from \$89,200 or \$5,468/year in FY 05 to \$91,100 and \$5,584, respectively, for FY 06.										
<b>Totals</b>		<b>4,581.8</b>	<b>3,299.6</b>	<b>23.6</b>	<b>1,226.0</b>	<b>17.5</b>	<b>15.1</b>	<b>0.0</b>	<b>0.0</b>	<b>36</b>	<b>0</b>	<b>0</b>

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Alaska State Pension Investment Board (1961)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
									PFT	PPT	NP	
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****												
Conference Committee	ConfCom	3,599.5	0.0	157.9	3,321.6	50.0	70.0	0.0	0.0	0	0	0
1017 Ben Sys		99.0										
1029 P/E Retire		2,272.0										
1034 Teach Ret		1,126.3										
1042 Jud Retire		25.0										
1045 Nat Guard		77.2										
	Subtotal	3,599.5	0.0	157.9	3,321.6	50.0	70.0	0.0	0.0	0	0	0
***** Changes From FY2005 Authorized To FY2005 Management Plan *****												
ADN 04-5-1027 Adjustment for account code LIT changes		0.0	0.0	-30.0	30.0	0.0	0.0	0.0	0.0	0	0	0
The Department of Administration, Division of Finance has updated the statewide accounting code structure. Honoraria for board and commission members is now being accounted for as a service rather than travel. This line item transfer aligns the budget with current accounting practices.												
	Subtotal	3,599.5	0.0	127.9	3,351.6	50.0	70.0	0.0	0.0	0	0	0

The Department of Administration, Division of Finance has updated the statewide accounting code structure. Honoraria for board and commission members is now being accounted for as a service rather than travel. This line item transfer aligns the budget with current accounting practices.

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Alaska State Pension Investment Board (1961)

**RDU:** Taxation and Treasury (510)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Monitor investment compliance		Inc	104.6	0.0	0.0	104.6	0.0	0.0	0.0	0	0	0
1029 P/E Retire	67.4	<p>Alaska State Pension Investment Board (ASPIB) commissioned a Fiduciary Audit in FY2002. One of the recommendations was that a compliance group be developed under the Comptroller. The auditors listed a minimum level of compliance that needed to be started. They also listed an optimal list of duties that should be developed over time and would take more than one staff person to implement and maintain. Treasury added the first position in FY2003 and has a baseline program going. We are seeking to add the second recommended position to complete the program.</p> <p>In addition, the current Bloomberg Trading System includes a compliance module that the division is not able to fully utilize. This increment of \$35.0 would allow the division to purchase an add-on enhancement to the current trading system that will allow us to load data each night from the custodian (with accurate pricing) back to the trading system so that the compliance module can accurately test our internal portfolios for compliance with investment guidelines.</p> <p>Mission and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately monitor the compliance of our managers with established board investment guidelines. The early detection of violations or errors, through a well-staffed compliance function with adequate tools, should minimize the risk of these violations or errors having a negative impact on our returns.</p>										
1034 Teach Ret	36.0											
1042 Jud Retire	0.6											
1045 Nat Guard	0.6											
Move investment officers' salaries closer to market		Inc	60.0	0.0	0.0	60.0	0.0	0.0	0.0	0	0	0
1029 P/E Retire	38.4	<p>The Alaska State Pension Investment Board adopted the Alaska Permanent Fund Corporation's salary schedule at their June 2003 meeting for like positions at Treasury.</p> <p>Mission and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately attract and retain qualified investment professionals. Current salaries are below both local (APFC levels) and national standards and put the funds at risk of recurring turnover in addition to longer-than-normal lengths of vacancies.</p>										
1034 Teach Ret	20.4											
1042 Jud Retire	1.0											
1045 Nat Guard	0.2											

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Alaska State Pension Investment Board (1961)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Increase in legal and other investment contractual fees	Inc	380.3	0.0	0.0	380.3	0.0	0.0	0.0	0.0	0	0	0
1017 Ben Sys	100.0	To reflect increased legal costs associated with increased activity in pertaining to class actions and other corporate governance issues; and, increased contract fees for external performance management, manager selection consultants and other interdepartmental contractual costs.										
1029 P/E Retire	175.7											
1034 Teach Ret	94.6											
1042 Jud Retire	5.0	This increment also includes \$100.0 for the SBS and Deferred Compensation plans for performance measurement by an external consultant and for manager searches. The number of options available to participants has increased which has resulted in increased costs for performance measurement services. In addition, this increment will provide sufficient funds to allow the board to perform searches for new options when the need arises.										
1045 Nat Guard	5.0											
Missions and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately contract for:												
1) legal services to react to issues of failures in corporate governance that have or might result in losses to those funds, and												
2) services to independently verify our returns, and												
3) services to help the board select the most qualified managers to improve the performance of the funds.												
Totals		4,144.4	0.0	127.9	3,896.5	50.0	70.0	0.0	0.0	0	0	0



## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** State Pension Custody and Management Fees (2311)

**RDU:** Taxation and Treasury (510)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
*****			Changes From	FY2005 Conference Committee	To	FY2005 Authorized	*****					
Conference Committee		ConfCom	26,413.6	0.0	0.0	26,413.6	0.0	0.0	0.0	0	0	0
1029 P/E Retire		17,172.8										
1034 Teach Ret		8,890.9										
1042 Jud Retire		253.4										
1045 Nat Guard		96.5										

Mission and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately contract for management of those assets to qualified investment managers.

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** State Pension Custody and Management Fees (2311)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal	Travel	Services	Commodities	Capital	Grants &	Debt	Positions		
			Services				Outlay		Benefits	Service	PFT	PPT
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
												</

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Permanent Fund Dividend Division (981)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****												
Conference Committee	ConfCom	5,594.3	3,533.5	25.5	1,971.1	64.2	0.0	0.0	0.0	62	19	0
1007 I/A Rcpts	35.0											
1050 PFD Fund	5,559.3											
ADN 04-5-1008 Hearing Officer Transfer SB203 SLA2004 (Ch158 SLA2004 Sec2 P40 I 30)	FisNot	-52.4	0.0	0.0	-52.4	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund	-52.4	To record the fiscal note for SB 203, Transfer of Hearing Office from Department of Revenue to Department of Administration. This fiscal note reflects the portion of hearing officer services funded by the PFD Fund for the period of January 1 through June 30, 2005.										
ADN 04-5-1009 PFD for University Fees Ch43 SLA2004 (SB393) (Ch158, SLA2004, Sec2, P42 I 18)	FisNot	15.0	0.0	0.0	15.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund	15.0	To record fiscal note funding for Chapter 43, SLA 2004 (SB 393), garnishing Permanent Fund Dividends for University of Alaska fees. This one-time funding covers the cost of programming the PFD garnishment system, warrant, and direct deposit programs to accommodate this change.										
Subtotal		5,556.9	3,533.5	25.5	1,933.7	64.2	0.0	0.0	0.0	62	19	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Permanent Fund Dividend Division (981)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
*****		Changes From	FY2005 Authorized	To	FY2005 Management Plan	*****						
ADN 04-5-1022 Workload adjustments to shift LIT low-complexity work to seasonal positions		0.0	111.9	0.0	-111.9	0.0	0.0	0.0	0.0	0	10	0

Changes from FY2005 Governor's request are aimed at achieving the division's priority goal of paying all eligible applicants by the end of October. Changes include 10 new seasonal positions and classification changes for other permanent full time positions.

The new seasonal positions will be used to add a 30-hour night shift to both the mail room and data entry during the dividend filing period. Addition of these Range 8 positions should produce the following results: 1) all lowest complexity seasonal work done by Range 8 employees; 2) earlier completion of application processing; 3) assignment of two technical positions to fraud; and 4) reduction in floor space and equipment needed for seasonal staff.

The classification changes resulted from the workload adjustments made throughout the division with assignment of higher level work to some positions to facilitate the division's goal of paying all eligible applicants by the end of October each year, and from our strategy to hire low level data processing staff and flexing them up as they become more skilled.

Funds are available from contractual because we have eliminated mailing of a second letter to applicants requesting missing information and we are reducing the print and mail cost of the application booklet by streamlining the booklet and by distributing fewer booklets and more individual forms.

<b>Subtotal</b>	<b>5,556.9</b>	<b>3,645.4</b>	<b>25.5</b>	<b>1,821.8</b>	<b>64.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>62</b>	<b>29</b>	<b>0</b>
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## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Permanent Fund Dividend Division (981)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Increased cost of mainframe services for PFD processing	Inc	200.0	0.0	0.0	200.0	0.0	0.0	0.0	0.0	0	0	0

1050 PFD Fund      200.0      The Permanent Fund Dividend Division requests a FY2006 operating budget increment for \$200.0 in the contractual line item.

The Permanent Fund Dividend Division's Enterprise Technology Services (ETS) billings for mainframe services are expected to increase \$130.7 for FY2005, with additional increases in FY2006 for a total of \$215.3.

To achieve the PFD Division's mission and to accomplish the PFD Performance Management Target to pay all eligible applicants timely, the division must maximize the use of computer technology. State mainframe services are essential to processing the 625,000 annual applications and almost two million associated documents. Mainframe functions include:

- PFD application information data base used throughout the process to determine eligibility.
- Initial analysis of applications.
- Automatic generation and printing of specific letters to applicants requesting additional information, if necessary.
- Generation of the dividend direct deposits and checks.
- Mainframe interface with other state, federal and local agencies, for example, Vital Statistics, Division of Motor Vehicles, Child Support Enforcement Division, Department of Law, Corrections, Public Safety, used in eligibility determination and fraud investigations.
- Processing of garnishments and assignments of dividends.
- PFD historical records storage.

In addition to the computer services cost increase, contractual costs for leased copiers and space have or will also increase, and personal services are up about \$112.0 in FY2005.

In spite of these increases, PFD is committed to a Performance Target to reduce the overall per unit cost of application processing. The amount of mainframe printing and the number of mailings have been reduced by eliminating redundancies and by increasing web-based services to the public. The division expects to implement Optical Character Recognition for the 2006 dividend cycle to reduce manual data entry costs.

Cost saving initiatives, both already implemented and proposed, will cover some of these increases, but in order to maintain the current service level to the public, the PFD Division will need an additional \$200.0 in FY2006.

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Permanent Fund Dividend Division (981)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
									PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Declining support from APFC for printing application booklet	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts	-15.0	A fund change is requested to replace interagency receipts previously received through an RSA with the Permanent Fund Corporation (APFC). The APFC is no longer a participant in publishing the Permanent Fund Dividend Application Booklet.										
1050 PFD Fund	15.0											
2nd Year Fiscal Note Hearing Officer Transfer SB203 SLA2004 (Ch158 SLA2004 Sec2 P40 I 30)	Dec	-52.4	0.0	0.0	-52.4	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund	-52.4	To record the second year of fiscal note for SB 203, Transfer of Hearing Office from Department of Revenue to Department of Administration. The fiscal note reduced PFD funding for hearing officer services for six months in FY2005, and reduced the remaining funding in FY2006.										
2nd Year Fiscal Note PFD for University Fees Ch43 SLA2004 (SB393) (Ch158, SLA2004, Sec2 P42 I 18)	Dec	-15.0	0.0	0.0	-15.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund	-15.0	To eliminate fiscal note funding for Chapter 43, SLA 2004 (SB 393), garnishing Permanent Fund Dividends for University of Alaska fees. This one-time funding covered the cost of programming the PFD garnishment system, warrant, and direct deposit programs to accommodate this change.										
FY 05 Bargaining Unit Contract Terms: GGU	SalAdj	42.6	42.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund	42.6	Costs associated with the bargaining unit contract terms applicable to this component.										
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	123.0	123.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund	123.0	Health insurance and wage increases applicable to this component.										

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Permanent Fund Dividend Division (981)

**RDU:** Taxation and Treasury (510)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Adjustments for Personal Services Working Reserve Rates and SBS	SalAdj	10.4	10.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund	10.4	This reflects the cost changes due to the new FY 06 personal services working reserve rates and new SBS wage base maximum:  Leave cash-in rates vary by department Terminal leave rate changed from 1.30% in FY 05 to 1.89% for FY 06 Unemployment rate changed from 0.73% in FY 05 to 0.86% for FY 06 SBS wage base maximum increased from \$89,200 or \$5,468/year in FY 05 to \$91,100 and \$5,584, respectively, for FY 06.										
Totals		5,865.5	3,821.4	25.5	1,954.4	64.2	0.0	0.0	0.0	62	29	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Child Support Services Division (111)

**RDU:** Child Support Services (41)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****												
Conference Committee - sec 15 CH 158 sla 04 p. 60 l. 14	ConfCom	766.4	0.0	0.0	43.0	0.0	0.0	0.0	723.4	0	0	0
1156 Rcpt Svcs		766.4										
Conference Committee	ConfCom	19,491.2	12,987.1	80.0	6,197.2	166.1	60.8	0.0	0.0	233	0	0
1002 Fed Rcpts		12,991.4										
1016 Fed Incent		1,625.2										
1133 CSSD Reirr		0.3										
1156 Rcpt Svcs		4,874.3										
Transfer Sec 15 Program Receipt Funding from Miscellaneous to Contractual	LIT	0.0	0.0	0.0	723.4	0.0	0.0	0.0	-723.4	0	0	0

To transfer funding from miscellaneous to contractual services.

	Subtotal	20,257.6	12,987.1	80.0	6,963.6	166.1	60.8	0.0	0.0	233	0	0
***** Changes From FY2005 Authorized To FY2005 Management Plan *****												
	Subtotal	20,257.6	12,987.1	80.0	6,963.6	166.1	60.8	0.0	0.0	233	0	0



## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Child Support Services Division (111)

**RDU:** Child Support Services (41)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
*****			Changes From FY2005 Management Plan To FY2006 Governor				*****					
FY 05 Bargaining Unit Contract Terms: GGU		SalAdj	126.7	126.7	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		83.2	Costs associated with the bargaining unit contract terms applicable to this component.									
1016 Fed Incent		7.6										
1156 Rcpt Svcs		35.9										
Correct FY05 salary adjustment from unrealizable funding source		FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1133 CSSD Reirr		-0.3	As a correction to a change record from FY2005, this funding is used as state match and therefore, to avoid the possibility									
1156 Rcpt Svcs		0.3	of over-matching federal funds, should not be included directly in CSSD's budget.									

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Child Support Services Division (111)

**RDU:** Child Support Services (41)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
									PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Increased cost of mainframe services for Child Support system	Inc	250.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts	165.0	<p>This increment is required to meet anticipated increases in mainframe processing charges. CSSD is required by federal law to operate an automated child support enforcement system. The system contains an electronic case file in which all case automated and manual case activities are performed and recorded. Without access to computers and the processing of case information, caseworkers cannot do their job as part of the division's mission to collect and distribute child support.</p> <p>A reduction in data processing services could result in CSSD not being able to meet budget performance measures, such as current collections, cases with arrears collections and reducing cases with no collections for one year.</p> <p>Several of the budget measures are also federal incentive measures. The inability to meet federal incentive measures would result in the loss of federal incentive revenue which can be used as match. A more critical aspect is the lack of data processing support could result in failure of the federal data reliability audit, which would result in the entire loss of one or more incentives. The loss of any one incentive would mean a loss of at least \$300,000 dollars in federal funding that could then not be used by the state to match an additional \$600,000 in federal funds. Therefore, the total loss to the state would be \$900,000.</p> <p>The CSSD budget is 64% personal services. Any reduction to pay for these increased costs would come from this area and would likely have the same effect on results.</p>										
1156 Rcpt Svcs	85.0											
Increased efficiency allows PCN 04-7154 to be deleted	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
		Due to changes in the division's organization and the increased efficiency it has brought, this program coordinator position is being deleted. The division has been working hard to streamline and cut costs while continuing to provide the highest level of service. The position is currently vacant.										
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	392.8	392.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts	259.2	Health insurance and wage increases applicable to this component.										
1156 Rcpt Svcs	133.6											

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Child Support Services Division (111)

**RDU:** Child Support Services (41)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
									PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****											
Adjustments for Personal Services Working Reserve Rates and SBS	SalAdj	25.5	25.5	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts	23.4	This reflects the cost changes due to the new FY 06 personal services working reserve rates and new SBS wage base maximum:									
1016 Fed Incent	2.1	Leave cash-in rates vary by department									
		Terminal leave rate changed from 1.30% in FY 05 to 1.89% for FY 06									
		Unemployment rate changed from 0.73% in FY 05 to 0.86% for FY 06									
		SBS wage base maximum increased from \$89,200 or \$5,468/year in FY 05 to \$91,100 and \$5,584, respectively, for FY 06.									
Reduce State match for Federal receipts	OTI	-723.4	0.0	0.0	-723.4	0.0	0.0	0.0	0	0	0
1156 Rcpt Svcs	-723.4										

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Commissioner's Office (123)

**RDU:** Administration and Support (50)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****												
Conference Committee	ConfCom	1,860.1	852.3	39.8	947.6	19.4	1.0	0.0	0.0	10	0	0
1004 Gen Fund		230.9										
1007 I/A Rcpts		342.2										
1108 Stat Desig		750.0										
1133 CSSD Reirr		537.0										
ADN 04-5-1010 Hearing Officer Transfer	FisNot	-203.6	-198.1	-1.8	-2.9	-0.8	0.0	0.0	0.0	-5	0	0
SB203 SLA2004 (Ch 158 SLA2004 Sec2 P40 I 30)												
1004 Gen Fund		-22.9	To record the fiscal note for SB 203, Transfer of Hearing Officers from Department of Revenue to Department of									
1007 I/A Rcpts		-52.4	Administration. This fiscal note reflects the transfer of five positions and accompanying funding for the period of January 1									
1133 CSSD Reirr		-128.3	through June 30, 2005. (The \$52.4 reduction in interagency receipt funding is to reflect the loss of PFD funds received by									
the Commissioner's Office for hearing officer services; DOA is receiving PFD funding in the amount of \$52.4 as part of their												
fiscal note.)												
Positions being transferred are:												
04-0014 Senior Revenue Hearing Examiner II												
04-0015 Law Office Assistant												
04-0012 Revenue Hearing Examiner I												
04-0025 Revenue Hearing Examiner I												
04-1033 Paralegal I												
ADN 04-5-1011 North Slope Natural Gas	OthApr	1,700.0	0.0	0.0	1,700.0	0.0	0.0	0.0	0.0	0	0	0
Sec26(e) Ch159 SLA2004 P83 L23 (SB283)												
1004 Gen Fund		900.0	To record a language section appropriation for work related to bringing North Slope natural gas to market.									
1105 PFund Rcp		300.0										
1108 Stat Desig		500.0										

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Commissioner's Office (123)

**RDU:** Administration and Support (50)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
									PFT	PPT	NP	
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****												
ADN 04-5-1012 North Slope Natural Gas Carry-forward Sec26(d) Ch159 SLA2004 P83 L 16 (SB283)	OthApr	3,400.0	0.0	0.0	3,400.0	0.0	0.0	0.0	0	0	0	
1004 Gen Fund	1,800.0	To record the carry forward from FY2004 of unexpended authorization for the North Slope Natural Gas project (Chapter 159,										
1105 PFund Rcp	600.0	SLA 2004, Sec26(d), Page 83, Line 16). This appropriation terminates 6/30/2009.										
1108 Stat Desig	1,000.0											
ADN 04-5-1013 North Slope Natural Gas Carry-forward Ch14 SLA2004 P1 L4 (SB241)	OthApr	1,494.6	0.0	0.0	1,494.6	0.0	0.0	0.0	0	0	0	
1004 Gen Fund	1,494.6	To record the carry forward from FY2004 of unexpended authorization for the North Slope Natural Gas project (Chapter 14,										
SLA 2004, Page 1, Line 4). To date, \$155.4 has been expended and an additional \$235.2 has been obligated. This appropriation terminates 6/30/2005.												
Subtotal		8,251.1	654.2	38.0	7,539.3	18.6	1.0	0.0	0.0	5	0	0
***** Changes From FY2005 Authorized To FY2005 Management Plan *****												
ADN 04-5-1023 Adjustment for account code LIT changes		0.0	0.0	0.0	0.0	1.0	-1.0	0.0	0.0	0	0	0

The Department of Administration, Division of Finance has updated the statewide accounting code structure. Small equipment purchases for less than \$5,000 are now being accounted for as commodities rather than capital purchases. This line item transfer aligns the budget with current accounting practices.

<b>Subtotal</b>	<b>8,251.1</b>	<b>654.2</b>	<b>38.0</b>	<b>7,539.3</b>	<b>19.6</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>5</b>	<b>0</b>	<b>0</b>
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## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Commissioner's Office (123)

**RDU:** Administration and Support (50)

RDS: Administration and Support (00)												
Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
FY 05 Bargaining Unit Contract Terms: GGU	SalAdj	1.4	1.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	0.2	Costs associated with the bargaining unit contract terms applicable to this component.										
1007 I/A Rcpts	0.5											
1133 CSSD Reirr	0.7											
2nd Year Fiscal Note for Hearing Officer Transfer SB203 SLA2004 (Ch 158 SLA2004 Sec2 P40 L 30)	Dec	-203.4	-198.1	-1.7	-2.9	-0.7	0.0	0.0	0.0	0	0	0
1004 Gen Fund	-22.7	To record the second year of fiscal note for SB 203, Transfer of Hearing Officers from Department of Revenue to										
1007 I/A Rcpts	-52.4	Department of Administration, which reflects a reduction in funding for the DOR Commissioner's Office.										
1133 CSSD Reirr	-128.3											
Delete ADN 04-5-1011 North Slope Natural Gas Sec26(e) Ch159 SLA2004 P83 L23 (SR283)	OTI	-1,700.0	0.0	0.0	-1,700.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	-900.0	To delete a one-time language section appropriation for work related to bringing North Slope natural gas to market.										
1105 PFund Rcp	-300.0											
1108 Stat Desig	-500.0											
Delete ADN 04-5-1012 North Slope Natural Gas Carry-forward Sec26(d) Ch159 SLA2004 P83 L 16 (SR283)	OTI	-3,400.0	0.0	0.0	-3,400.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	-1,800.0	To reverse the carry forward from FY2004 of unexpended authorization for the North Slope Natural Gas project (Chapter 159, SLA 2004, Sec26(d), Page 83, Line 16). This appropriation terminates 6/30/2009.										
1105 PFund Rcp	-600.0											
1108 Stat Desig	-1,000.0											
Delete ADN 04-5-1013 North Slope Natural Gas Carry-forward Ch14 SLA2004 P1 L4 (SR241)	OTI	-1,494.6	0.0	0.0	-1,494.6	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	-1,494.6	To delete the carry forward from FY2004 of unexpended authorization for the North Slope Natural Gas project (Chapter 14, SLA 2004, Page 1, Line 4). To date, \$155.4 has been expended and an additional \$235.2 has been obligated. This appropriation terminates 6/30/2005.										

## Department of Revenue

**RDU:** Administration and Support (50)

RDS: Administration and Support (00)												
Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	8.6	8.6	0.0	0.0	0.0	0.0	0.0	0	0	0	
1004 Gen Fund	5.3	Health insurance and wage increases applicable to this component.										
1007 I/A Rcpts	3.3											
Totals		1,463.1	466.1	36.3	941.8	18.9	0.0	0.0	0.0	5	0	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Administrative Services (125)

**RDU:** Administration and Support (50)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****													
Conference Committee		ConfCom	1,259.2	798.0	7.5	436.7	17.0	0.0	0.0	0.0	11	0	0
1004 Gen Fund			111.4										
1007 I/A Rcpts			488.0										
1133 CSSD Reirr			659.8										
ADN 04-5-1029 FY2005 Lease Funding Transferred to DOR		Atrin	15.3	0.0	0.0	15.3	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		15.3	Pursuant to Section 1, Chapter 158 (HB375), SLA 2004, page 4, line 26-29, with the exceptions noted below, all general funds in the Leases and Lease Administration components are being transferred from the Department of Administration to tenant departments. The exceptions include the lease payment for the Anchorage Jail, the subport parking lot, and space left vacant by the HR Integration initiative. The purpose of this transfer is to provide state agencies with more flexibility, responsibility and control over their lease costs.										
			The transferred general funds are estimated to be sufficient to cover the majority of projected FY 05 general funds lease costs. The Department of Administration will continue to work to reduce lease costs, but if the department is unsuccessful, the tenant department is responsible for payment of the full lease costs.										
ADN 04-5-1030 FY2005 Lease Administration Funding Transferred to DOR		Atrin	7.8	0.0	0.0	7.8	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		7.8	Pursuant to Section 1, Chapter 158 (HB375), SLA 2004, page 4, line 26-29, with the exceptions noted below, all general funds in the Leases and Lease Administration components are being transferred from the Department of Administration to tenant departments. The exceptions include the lease payment for the Anchorage Jail, the subport parking lot, and space left vacant by the HR Integration initiative. The purpose of this transfer is to provide state agencies with more flexibility, responsibility and control over their lease costs.										
			The transferred general funds are estimated to be sufficient to cover the majority of projected FY 05 general funds lease costs. The Department of Administration will continue to work to reduce lease costs, but if the department is unsuccessful, the tenant department is responsible for payment of the full lease costs.										



## Department of Revenue

**RDU:** Administration and Support (50)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
											PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****													
Subtotal			1,282.3	798.0	7.5	459.8	17.0	0.0	0.0	0.0	11	0	0
***** Changes From FY2005 Authorized To FY2005 Management Plan *****													
Subtotal			1,282.3	798.0	7.5	459.8	17.0	0.0	0.0	0.0	11	0	0
***** Changes From FY2005 Management Plan To FY2006 Governor *****													
FY 05 Bargaining Unit Contract Terms: GGU	SalAdj		4.1	4.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	0.5	Costs associated with the bargaining unit contract terms applicable to this component.											
1007 I/A Rcpts	1.5												
1133 CSSD Reir	2.1												

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Administrative Services (125)

**RDU:** Administration and Support (50)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
									PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Reorganization to accommodate changes in workload	LIT	0.0	55.0	0.0	-55.0	0.0	0.0	0.0	0.0	0	1	0
<p>The Administrative Services Division is reorganizing staff and duties in order to accommodate workload changes. A new accounting technician position is being added (PCN 04-#001), and one full-time clerical position (04-1009) is changed to part-time. The net effect is to add another part-time position to the division.</p> <p>Recent changes in the Department of Revenue have increased the workload of its administrative staff. The inception of the Alaska Natural Gas Development Authority (ANGDA) and the work that is being done to commercialize the vast natural gas on the North Slope (gas pipeline) has significantly impacted the division. ANGDA has had minimal staffing to accomplish its mission. Much of its administrative support has fallen to the department's centralized administrative services division. The workload has increased with 50+ new professional services contracts for ANGDA and the Stranded Gas Act. The financial and contract management associated with these additional contracts have been absorbed within the existing workload but to the detriment of time spent on the department's other professional services contracts. The net costs of another part-time position will be funded with general fund and inter-agency receipts through the division's cost allocation plan.</p>												
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	22.3	22.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	14.3	Health insurance and wage increases applicable to this component.										
1007 I/A Rcpts	8.0											
Human Resources consolidation increased costs	Inc	14.9	14.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	14.9	Additional funds are necessary to fund increased costs in the Division of Personnel for the allocation of consolidated human resources services. This increment covers this department's share of the increased costs and change in rate allocation methodology.										

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Administrative Services (125)

**RDU:** Administration and Support (50)

Change Record Title	Trans Type	Totals	Personal	Travel	Services	Commodities	Capital	Grants &	Debt	Positions		
			Services				Outlay		Benefits	Service	PFT	PPT
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
	Totals	1,323.6	894.3	7.5	404.8	17.0	0.0	0.0	0.0	11	1	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** State Facilities Rent (2462)

**RDU:** Administration and Support (50)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****												
Conference Committee		ConfCom	223.0	0.0	0.0	223.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund			223.0									
***** Subtotal *****												
		Subtotal	223.0	0.0	0.0	223.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2005 Authorized To FY2005 Management Plan *****												
***** Subtotal *****												
		Subtotal	223.0	0.0	0.0	223.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
***** Subtotal *****												
		Subtotal	223.0	0.0	0.0	223.0	0.0	0.0	0.0	0	0	0
***** Totals *****												
		Totals	223.0	0.0	0.0	223.0	0.0	0.0	0.0	0	0	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Gas Authority Operations (2708)

**RDU:** Alaska Natural Gas Development Authority (495)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
*****			Changes From	FY2005 Conference Committee	To	FY2005 Authorized	*****						
Conference Committee		ConfCom	256.6	162.6	35.0	55.0	1.5	2.5	0.0	0.0	1	1	0
1004 Gen Fund			256.6										

The Department of Administration, Division of Finance has updated the statewide accounting code structure. Small equipment purchases for less than \$5,000 are now being accounted for as commodities rather than capital purchases. This line item transfer aligns the budget with current accounting practices.

		Subtotal	256.6	162.6	35.0	55.0	4.0	0.0	0.0	0.0	1	1	0
*****		Changes From FY2005 Management Plan To FY2006 Governor *****											
Change project position to administrative support	LIT	0.0	13.1	0.0	-13.1	0.0	0.0	0.0	0.0	0.0	1	-1	0

The Alaska Natural Gas Development Authority is changing one part-time project position to a full-time administrative position in order to provide the Authority with a broader range of support.

### Change Record Detail - Multiple Scenarios With Description

## Department of Revenue

**Component:** Gas Authority Operations (2708)

**RDU:** Alaska Natural Gas Development Authority (495)

									Positions			
Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities		Capital Outlay	Grants & Benefits	Debt Service	PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	1.4	1.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	1.4	Health insurance and wage increases applicable to this component.										
<b>Totals</b>		<b>258.0</b>	<b>177.1</b>	<b>35.0</b>	<b>41.9</b>	<b>4.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>2</b>	<b>0</b>	<b>0</b>

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Mental Health Trust Operations (1423)

**RDU:** Alaska Mental Health Trust Authority (47)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****													
Conference Committee		ConfCom	1,423.4	864.4	125.2	386.0	22.1	25.7	0.0	0.0	9	0	3
1092 MHTAAR			155.9										
1094 MHT Admir			1,267.5										
ADN 04-5-1014 Alcohol Grant Program Review Carry-forward		OthApr	41.5	0.0	0.0	41.5	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		41.5	To record the carry forward from FY2004 of unexpended authorization for the Mental Health Trust Alcohol Grant Program Review (Chapter 1, SSSLA 2002, Sec.81(d)(3), Page 133, Line 26). This appropriation terminates 6/30/2005.										
Subtotal			1,464.9	864.4	125.2	427.5	22.1	25.7	0.0	0.0	9	0	3
***** Changes From FY2005 Authorized To FY2005 Management Plan *****													
ADN 04-5-1019 Delete graduate interns and add program assistant		LIT	0.0	48.5	0.0	-48.5	0.0	0.0	0.0	0.0	1	0	-2

The Mental Health Trust requests approval to replace two range 12 non-permanent graduate interns (PCNs 04-Z001 and 04-9409) with one permanent exempt Trust Program Special Assistant, range 19, position.

The goals of the Trust Authority are not effectively met by the limits of the graduate intern job class, the yearly turnover, and the training that is required for this type of position. A permanent program special assistant will better meet the needs of the Trust Authority.

This change will result in additional funding required for personal services.

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Mental Health Trust Operations (1423)

**RDU:** Alaska Mental Health Trust Authority (47)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Authorized To FY2005 Management Plan *****												
ADN 04-5-1025 Adjustment for account code LIT changes		0.0	0.0	-9.3	9.3	25.7	-25.7	0.0	0.0	0	0	0
The Department of Administration, Division of Finance has updated the statewide accounting code structure. Small equipment purchases for less than \$5,000 are now being accounted for as commodities rather than capital outlay. Honoraria for board and commission members is being accounted for as a service rather than as travel. This line item transfer aligns the budget with current accounting practices.												
Subtotal		1,464.9	912.9	115.9	388.3	47.8	0.0	0.0	0.0	10	0	1
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
FY2006 Adjustment to Reflect Trustee Authorized Funding	Inc	110.1	14.7	-18.2	113.6	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts	40.0	This adjustment reflects additional funding authorized by the Alaska Mental Health Board of Trustees at the September 2004 and November 2004 board meetings and makes the adjustments for proposed spending.										
1094 MHT Admir	70.1											
Alcohol Grant Program Termination	Dec	-41.5	0.0	0.0	-41.5	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	-41.5	The Alcohol Grant Program was approved in FY2003 through FY2005, termination date of 6/30/2005; Chapter 1, SSSLA 2002, Sec 81(d)(3), Page 133, Line 26. This change reflects the funding termination of this project.										
Incorporate Disability Justice Initiative into Mental Health Trust	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1092 MHTAAR	-155.9	In FY2004, funding for the Disability Justice Initiative was provided through a Reimbursable Service Agreement (RSA) between the Alaska Mental Health Trust Authority (the Trust) and Health & Social Services; for FY2005 the Trust funded this project from MHTAAR. The position and duties related to the project have now been incorporated into the Trust and funding for FY2006 is approved by the Trustees within the Mental Health Trust Administrative budget. This change record reflects the change in funding sources.										
1094 MHT Admir	155.9											



## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Mental Health Trust Operations (1423)

**RDU:** Alaska Mental Health Trust Authority (47)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
									PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	10.5	10.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admir	10.5	Health insurance and wage increases applicable to this component.										
Adjustments for Personal Services Working Reserve Rates and SBS	SalAdj	3.0	3.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admir	3.0	This reflects the cost changes due to the new FY 06 personal services working reserve rates and new SBS wage base maximum:  Leave cash-in rates vary by department Terminal leave rate changed from 1.30% in FY 05 to 1.89% for FY 06 Unemployment rate changed from 0.73% in FY 05 to 0.86% for FY 06 SBS wage base maximum increased from \$89,200 or \$5,468/year in FY 05 to \$91,100 and \$5,584, respectively, for FY 06.										
Totals		1,547.0	941.1	97.7	460.4	47.8	0.0	0.0	0.0	10	0	1

## Department of Revenue

**RDU:** Alaska Mental Health Trust Authority (47)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****												
Conference Committee	ConfCom	405.6	307.0	20.0	60.0	8.4	10.2	0.0	0.0	4	0	0
1007 I/A Rcpts	405.6											
Subtotal		405.6	307.0	20.0	60.0	8.4	10.2	0.0	0.0	4	0	0
***** Changes From FY2005 Authorized To FY2005 Management Plan *****												
ADN 04-5-1026 Adjustment for account code LIT changes		0.0	0.0	0.0	0.0	10.2	-10.2	0.0	0.0	0	0	0
The Department of Administration, Division of Finance has updated the statewide accounting code structure. Small equipment purchases for less than \$5,000 are now being accounted for as commodities rather than capital outlay. This line item transfer aligns the budget with current accounting practices.												
Subtotal		405.6	307.0	20.0	60.0	18.6	0.0	0.0	0.0	4	0	0
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Adjustment to reflect available federal funding for Ombudsman	Inc	63.9	-27.9	15.0	76.8	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts	63.9											
This increment brings the Long-term Care Ombudsman's budget into alignment with the level of federal funding that is available through the Health & Social Services, Senior & Disability Services RSA. Line item adjustments reflect organizational changes and anticipated spending.												

### Change Record Detail - Multiple Scenarios With Description

## Department of Revenue

**Component:** Long Term Care Ombudsman Office (2749)

**RDU:** Alaska Mental Health Trust Authority (47)

RDS: Alaska Mental Health Trust Authority (17)											
Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	PFT	PPT	NP
***** Changes From FY2005 Management Plan To FY2006 Governor *****											
FY06 Cost Increases for Bargaining Units and Non-Covered Employees	SalAdj	3.7	3.7	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts	3.7	Health insurance and wage increases applicable to this component.									

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

Component: AMBBA Operations (108)

RDU: Alaska Municipal Bond Bank Authority (44)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
*****		Changes From FY2005 Conference Committee To FY2005 Authorized					*****						
Conference Committee		ConfCom	677.7	71.4	10.1	592.4	3.8	0.0	0.0	0.0	1	0	0
1104 MBB Rcpts		677.7											
			</										

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** AMBBA Operations (108)

**RDU:** Alaska Municipal Bond Bank Authority (44)

Change Record Title	Trans Type	Totals	Personal	Travel	Services	Commodities	Capital	Grants &	Debt	Positions		
			Services				Outlay	Benefits	Service	PFT	PPT	NP
*****		Changes From	FY2005 Management Plan To FY2006 Governor				*****					
Adjustments for Personal Services Working Reserve Rates and SBS	SalAdj	0.2	0.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1104 MBB Rcpts	0.2	This reflects the cost changes due to the new FY 06 personal services working reserve rates and new SBS wage base maximum:  Leave cash-in rates vary by department Terminal leave rate changed from 1.30% in FY 05 to 1.89% for FY 06 Unemployment rate changed from 0.73% in FY 05 to 0.86% for FY 06 SBS wage base maximum increased from \$89,200 or \$5,468/year in FY 05 to \$91,100 and \$5,584, respectively, for FY 06.										
Totals		713.5	72.2	10.1	627.4	3.8	0.0	0.0	0.0	1	0	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** AHFC Operations (110)

**RDU:** Alaska Housing Finance Corporation (46)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
											PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****													
Conference Committee		ConfCom	40,644.3	25,705.2	775.8	11,286.0	1,812.7	234.6	830.0	0.0	323	35	14
1002 Fed Rcpts	21,819.5												
1007 I/A Rcpts	800.0												
1061 CIP Rcpts	1,718.1												
1103 AHFC Rcpts	16,306.7												
Subtotal			40,644.3	25,705.2	775.8	11,286.0	1,812.7	234.6	830.0	0.0	323	35	14
***** Changes From FY2005 Authorized To FY2005 Management Plan *****													
Subtotal			40,644.3	25,705.2	775.8	11,286.0	1,812.7	234.6	830.0	0.0	323	35	14
***** Changes From FY2005 Management Plan To FY2006 Governor *****													
Realignment of resources to match anticipated expenditures		LIT	-0.0	310.0	-33.8	-241.9	-34.3	0.0	0.0	0.0	0	0	0

This request moves funding between categories to fund anticipated increases due to merit increases.

Reductions in line items to cover these increases are taken from decreases in Travel, other Contractual, and Supplies line items using both Federal and Corporate receipts.

Personal Services is increased to cover anticipated merit increases of \$310.0. These costs were offset by reductions in travel and training -\$33.8, office supplies -\$34.3, consulting contracts -\$99.6, advertising expense of -\$8.3, minor repairs and maintenance of -\$118.2, and office/booth leases of -\$15.8.

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** AHFC Operations (110)

**RDU:** Alaska Housing Finance Corporation (46)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****													
Adjustment to cover increases in fixed costs		Inc	507.7	34.0	0.0	81.3	392.4	0.0	0.0	0.0	0	0	0
1061 CIP Rcpts			11.1										
1103 AHFC Rcpts			496.6										
				Personal Services - \$22.9 to cover merit increases for the Servicing Department employees that have no other line item categories to reduce, \$11.1 to cover merit increases for employees funded with CIP receipts that have no other line item categories to reduce.									
				Contractual -- \$25.0 for increases in Telecommunications contracts, 51.3 for IBM maintenance and service contracts, \$5.0 to implement information systems security system.									
				Supplies -- \$72.4 to replace aging printers, 20.0 for software relating to information systems security system, 300.0 to implement pilot program for the Spend Management Program.									
				.									
Adjustments to Personal Services Rates		SalAdj	90.3	90.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts			44.5										
1061 CIP Rcpts			8.2										
1103 AHFC Rcpts			37.6										
				This transaction reflects only the non-general fund portion of the cost increases associated with several FY06 personal services rate changes: -the Terminal Leave rate -the Unemployment Insurance rate -the Leave Cash-In and Risk Management rates, which are based on each department's actual experience, have changed as well.									
FY06 Cost Increases for Bargaining Units and Non-Covered Employees		SalAdj	307.5	307.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts			169.2										
1061 CIP Rcpts			17.8										
1103 AHFC Rcpts			120.5										
				Health insurance and wage increases applicable to this component.									

## Department of Revenue

**RDU:** Alaska Housing Finance Corporation (46)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
*****		Changes From FY2005 Management Plan To FY2006 Governor					*****						
Adjustments for Personal Services Working Reserve Rates and SBS	SalAdj	2.0	2.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0	
1002 Fed Rcpts	0.4	This reflects the cost changes due to the new FY 06 personal services working reserve rates and new SBS wage base maximum:											
1061 CIP Rcpts	0.1												
1103 AHFC Rcpts	1.5												
Leave cash-in rates vary by department													
Terminal leave rate changed from 1.30% in FY 05 to 1.89% for FY 06													
Unemployment rate changed from 0.73% in FY 05 to 0.86% for FY 06													
SBS wage base maximum increased from \$89,200 or \$5,468/year in FY 05 to \$91,100 and \$5,584, respectively, for FY 06.													
Totals		41,551.8	26,449.0	742.0	11,125.4	2,170.8	234.6	830.0	0.0	323	35	14	



## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** Anchorage State Office Building (2272)

**RDU:** Alaska Housing Finance Corporation (46)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
									PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****											
Conference Committee	ConfCom	800.0	0.0	0.0	800.0	0.0	0.0	0.0	0	0	0
1103 AHFC Rcp		800.0									
***** Subtotal *****											
	Subtotal	800.0	0.0	0.0	800.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2005 Authorized To FY2005 Management Plan *****											
***** Subtotal *****											
	Subtotal	800.0	0.0	0.0	800.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2005 Management Plan To FY2006 Governor *****											
***** Subtotal *****											
	Totals	800.0	0.0	0.0	800.0	0.0	0.0	0.0	0	0	0

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

Component: APFC Operations (109)

RDU: Alaska Permanent Fund Corporation (45)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
*****		Changes From FY2005 Conference Committee To FY2005 Authorized					*****						
Conference Committee		ConfCom	7,009.6	3,300.2	256.9	3,251.2	42.3	159.0	0.0	0.0	32	0	2
1105 PFund Rcp		7,009.6											
			</										

The Department of Administration, Division of Finance has updated the statewide accounting code structure in FY2005. Small equipment purchases for less than \$5,000 are now being accounted for as commodities rather than capital outlay. Honoraria for board members is being accounted for in the contractual services line rather than travel. Subscriptions are being accounted for as commodities rather than contractual services.

		<b>Subtotal</b>	<b>7,009.6</b>	<b>3,300.2</b>	<b>218.9</b>	<b>3,274.3</b>	<b>121.2</b>	<b>95.0</b>	<b>0.0</b>	<b>0.0</b>	<b>32</b>	<b>0</b>	<b>2</b>
		*****	<b>Changes From FY2005 Management Plan To FY2006 Governor</b>					*****					
Personal Services Increment	Inc		160.0	160.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcp	160.0	Personal services increment to fund adjustments made to the Executive Director's and certain investment officer's salaries to keep them competitive with the market. Also funds merit increases for staff.											

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** APFC Operations (109)

**RDU:** Alaska Permanent Fund Corporation (45)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions			
										PFT	PPT	NP	
***** Changes From FY2005 Management Plan To FY2006 Governor *****													
Adjustment to reflect spending plan		Inc	263.1	0.0	53.7	217.4	-8.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcp	263.1	Travel -- (\$53.7) increment to allow for more staff due diligence travel to external asset managers, bank custodian, and Fund properties. This increment will also support staff specialized training and travel for educating the public on Fund issues.											
		Contractual -- (\$217.4) increment. APFC anticipates additional professional services costs associated with a new real estate policy resulting in increase acquisition activity. The increment also is for increased expenditure on educating and informing the public on Fund issues and for additional pass-through charges for central state services.											
		Commodities -- (\$-8.0) decrement to reflect FY2006 spending plan.											
FY06 Cost Increases for Bargaining Units and Non-Covered Employees		SalAdj	28.9	28.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcp	28.9	Health insurance and wage increases applicable to this component.											
Adjustments for Personal Services Working Reserve Rates and SBS		SalAdj	10.1	10.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcp	10.1	This reflects the cost changes due to the new FY 06 personal services working reserve rates and new SBS wage base maximum:											
		Leave cash-in rates vary by department											
		Terminal leave rate changed from 1.30% in FY 05 to 1.89% for FY 06											
		Unemployment rate changed from 0.73% in FY 05 to 0.86% for FY 06											
		SBS wage base maximum increased from \$89,200 or \$5,468/year in FY 05 to \$91,100 and \$5,584, respectively, for FY 06.											
Totals			7,471.7	3,499.2	272.6	3,491.7	113.2	95.0	0.0	0.0	32	0	2

## Change Record Detail - Multiple Scenarios With Description

### Department of Revenue

**Component:** APFC Custody and Management Fees (2310)

**RDU:** Alaska Permanent Fund Corporation (45)

Change Record Title		Trans Type	Totals	Personal Services	Travel	Services Commodities	Capital Outlay	Grants & Benefits	Debt Service	Positions		
										PFT	PPT	NP
***** Changes From FY2005 Conference Committee To FY2005 Authorized *****												
Conference Committee		ConfCom	41,430.0	0.0	0.0	41,430.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcp			41,430.0									
***** Subtotal 41,430.0 0.0 0.0 41,430.0 0.0 0.0 0.0 0.0 0 0 0 *****												
***** Changes From FY2005 Authorized To FY2005 Management Plan *****												
***** Subtotal 41,430.0 0.0 0.0 41,430.0 0.0 0.0 0.0 0.0 0 0 0 *****												
***** Changes From FY2005 Management Plan To FY2006 Governor *****												
Increased Manager Fees		Inc	1,500.0	0.0	0.0	1,500.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcp		1,500.0	Manager fees are based on the value of assets under management. As the Fund grows the manager fees increase. This increment is based on a median case growth assumption provided by our consultant.									
***** Totals 42,930.0 0.0 0.0 42,930.0 0.0 0.0 0.0 0.0 0 0 0 *****												